COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST ADJUSTMENT)
FILING OF BRIGHT'S PROPANE SERVICE, INC.) CASE NO. 90-091E

ORDER

On February 15, 1991, in Case No. 90-091, the Commission approved certain adjusted rates for Bright's Propane Service, Inc. ("Bright's") and provided for their further adjustment on a quarterly basis in accordance with Bright's gas cost adjustment ("GCA") clause.

On March 22, 2001, Bright's filed its GCA to be effective May 1, 2001 through July 31, 2001.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- 1. Bright's notice of March 22, 2001 proposed revised rates designed to pass on its expected increased wholesale propane costs to its customers. Bright's proposed Average Gas Cost component ("AGC") is 2.322 cents per cubic foot, an increase of .713 cent per cubic foot from the prior AGC of 1.609.
- 2. Bright's notice of March 22, 2001 set out a current quarter actual adjustment ("AA") of .187 cent per cubic foot to collect under-recovered propane cost from November and December 2000 and January 2001. Bright's notice set out a total AA of .266 cent per cubic foot which represents the current AA as well as adjustments from prior quarters. The total AA is an increase of .064 cent per cubic foot over the prior quarter total AA.

3. Bright's notice set out no balancing adjustment.

4. Bright's notice set out 1.5 cents per cubic foot to recover overhead operating

costs as approved in its tariff.

5. Bright's notice proposed a gas cost recovery rate ("GCR") of 4.088 cents per

cubic foot, representing an increase of .777 cent per cubic foot over the prior approved

GCR.

6. The rate adjustment in the Appendix to this Order is fair, just, and reasonable,

is in the public interest, and should be effective for final meter readings on and after May 1,

2001.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Bright's are approved.

2. The rates in the Appendix to this Order are fair, just, and reasonable and are

effective for final meter readings on and after May 1, 2001.

3. Within 30 days of the date of this Order, Bright's shall file with this

Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 24th day of April, 2001.

By the Commission

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-091-E DATED APRIL 24, 2001

The following rates and charges are prescribed for the customers in the area served by Bright's Propane Service, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES: Monthly

All Propane \$.04088 per cubic foot

Minimum Bill \$ 16.36

(First 400 Cubic feet or less)